

APR 2 6 2010

BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

SECRETARY, BOARD OF OIL, GAS & MINING

IN THE MATTER OF THE REQUEST FOR AGENCY ACTION OF MARION ENERGY, INC. FOR AN ORDER GRANTING AN AQUIFER EXEMPTION AND APPROVING THE CONVERSION OF THE ALPINE SCHOOL DISTRICT #6-17 WELL LOCATED IN SECTION 17, TOWNSHIP 13 SOUTH, RANGE 7 EAST, CARBON COUNTY, UTAH, TO A CLASS II INJECTION WELL

MOTION FOR LEAVE TO FILE SUPPLEMENTAL EXHIBITS

Docket No. 2010-021

Cause No. UIC-362.1

COMES NOW, Marion Energy, Inc. ("Marion"), by and through its attorneys, Beatty & Wozniak, P.C., and pursuant to Utah Admin. Code Rule R641-105-300, and hereby requests the Board of Oil, Gas and Mining (the "Board") for leave to file the following exhibits to supplement those already on file in this cause:

SUPPLEMENTAL EXHIBIT "H" –

Revised Wellbore Schematics for the ASD 6-17 well depicting present and proposed completions (2 pages).

SUPPLEMENTAL EXHIBIT "M" -

Additional Water Analysis data (2 pages).

Supplemental Exhibits "H" and "M" were submitted in response to requests from the staff of the Utah Division of Oil, Gas and Mining (the "Division").

Exhibits filed later than 30 days before the scheduled hearing date may be allowed by the Board upon good cause shown (*see* Utah Admin. Code Rule R641-105-500). The hearing on this matter is scheduled for April 28, 2010. These items do not materially change the previously filed exhibits, but clarify and support the materials previously

submitted and respond to the Division's requests. For these reasons, Marion respectfully requests this Motion for Leave be granted.

Respectfully submitted this 26th day of April, 2010.

BEATTY & WOZNIAK, P.C.

Relma M. Miller

6925 Union Park Center, Suite 525 Cottonwood Heights, UT 84047-6003

Telephone: (801) 566-8446 Facsimile: (801) 566-8447

E-mail: RMiller@bwenergylaw.com

Attorneys for Petitioner Marion Energy, Inc.

CERTIFICATE OF SERVICE

I hereby certify that, on this 26th day of April, 2010, I caused a true and correct copy of the foregoing Motion for Leave to File Supplemental Exhibits to be hand and electronically delivered to the following:

Michael S. Johnson, Esq. Assistant Attorney General Attorney for Board of Oil, Gas and Mining 1594 West North Temple, Suite 300 Salt Lake City, Utah 84116 MikeJohnson@utah.gov

Steven F. Alder, Esq.
Assistant Attorney General
Attorney for Division of Oil, Gas and Mining
1594 West North Temple, Suite 300
Salt Lake City, Utah 84116
SteveAlder@utah.gov

Gil Hunt Associate Director, Oil & Gas Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84116 GilHunt@utah.gov

Am holling

Present Alpine School District #6-17 LOCATION: API: 43-007-31181 Sidetracked Hole with Original Clear Creek GL: 7,919' Hole Depicted SW SE NW (BHL) KB: 7,934' NW NW NE (surface) Sec. 17 T3S R7E Carbon County, UT Casing Strings: Conductor @ 40' TOC @ surface 13-3/8", 46# , K-55 @ 250' Cmtd w/ 1600 sx TOC @ surface estimated Fish in Hole: Lost 1 bit, motor, and parted DC on 3/18/2007 7-5/8", 26.4#, J-55 @ 2,261' while drilling ahead. Fished with no success Cmtd w/ 340 sx TOC @ 1,566' >90% bond until 4/14/07, at which time a RBP was set inside 7-5/8" casing and Lobo Well Service was moved off the well. Operations resumed on 6/1/07 5-1/2" Liner, 17#, N-80 @ 2,009'-5,825' with Unit Rig 132. The RBP was retrieved. Cmtd w/ 291 sx Two cement plugs were set, TOC tagged TOC @ 3,670' >90% bond for each after WOC. The Top cement plug was dressed up and the sidetrack was kicked off. Original Hole Plug Back: 2,826' - 3,565' (739') Cmt Plug #1: 135 sx "G". 15.8 #/g @ 3,565' WOC, tag @ 2,826' 2,323' - 2,826' (503') Cmt Plug #2: 190 sx "G", 17.5 #/g @ 2,826' WOC, tag @ 2,323' TOC = 2,323'SIDETRACK: KOP @ 2,350', incl=40 deg, Azim=217deg. Build to incl=56 deg, decrease to 33 deg @ 5,825' MD Top Of Fish = 5,141'Fish = bit, motor, 1 parted DC BOC = 3,565'Mud in hole 3,565' - 5,141' Ferron 11.6 #/g, 51 vis 5,080'-90' (4 spf) 5,094'-5,102' (4 spf) TD = 5,164' MD, 4,085' TVD5,178'-88' (4 spf) 5,210'-14' (4 spf) CIBP@5237' 5,240'-46' (4 spf) 5,250'-60' (4 spf) Spud Date: 6/26/06 TD Date: 6/25/07 Comp Date: 2/20/08 EXHIBIT | TD = 5.825' MD, 4.495' TVD

Proposed Alpine School District #6-17 LOCATION: API: 43-007-31181 Sidetracked Hole with Original Clear Creek GL: 7,919' Hole Depicted KB: 7,934' SW SE NW (BHL) NW NW NE (surface) Sec. 17 T3S R7E Carbon County, UT Casing Strings: Conductor @ 40' TOC @ surface 13-3/8", 46#, K-55@250' Cmtd w/ 1600 sx TOC @ surface estimated Fish in Hole: **7-5/8",** 26.4#, J-55 @ 2,261' Lost 1 bit, motor, and parted DC on 3/18/2007 while drilling ahead. Fished with no success Cmtd w/ 340 sx until 4/14/07, at which time a RBP was set TOC @ 1,566' >90% bond inside 7-5/8" casing and Lobo Well Service was moved off the well. Operations resumed on 6/1/07 5-1/2" Liner, 17#, N-80 @ 2,009'-5,825' with Unit Rig 132. The RBP was retrieved. Cmtd w/ 291 sx Two cement plugs were set, TOC tagged TOC @ 3,670' >90% bond for each after WOC. The Top cement plug was dressed up and the sidetrack was kicked off. **Tubing String:** 5,030' x 2-7/8", 6.5#, J-55, 8rd Hdrotested to 4,000 psig Original Hole Plug Back: ID: 2.441" Drift: 2.347" Burst: 7,260 psi 2,826' - 3,565' (739') Cmt Plug #1: 135 sx "G". 15.8 #/g @ 3,565' WOC, tag @ 2,826' 2,323' - 2,826' (503') Cmt Plug #2: 190 sx "G", 17.5 #/g @ 2,826' WOC, tag @ 2,323' TOC = 2,323'SIDETRACK: KOP @ 2,350', incl=40 deg, Azim=217deg. Build to incl=56 deg, decrease to 33 deg @ 5,825' MD Top Of Fish = 5,141'Fish = bit, motor, 1 parted DC 5-1/2" x 2-7/8" tension packer @ 5,030'. BOC = 3.565'Annulus filled w/ 165 bbls 2% KCl and 130 gals Champion Cortron 2383 inhibitor Mud in hole 3,565' - 5,141' Ferron 11.6 #/g, 51 vis 5,080'-90' (4 spf) 5,094'-5,102' (4 spf) TD = 5,164' MD, 4,085' TVD5,178'-88' (4 spf) 5,210'-14' (4 spf) CIBP@52371 5,240'-46' (4 spf) 5,250'-60' (4 spf) Spud Date: 6/26/06 TD Date: 6/25/07 EXHIBIT #-2 Comp Date: 2/20/08 TD = 5.825' MD, 4.495' TVD



Water Analysis Report

26-Jan-09 12-Jan-09 Date Sampled :

Date Received : 14-Jan-09 Date Reported: 26-Jan-09

Field: Clearwater Marion Energy Lease: Clearwater

Location: Alpine School District 06-17

Sample Point: wellhead Attention:

cc1: Salesman: Scott Harbison cc2:

Analyst: Karen Hawkins Allen cc3:

Comments: Metals analyzed by AA.

ANIONS CATIONS

Chloride: 4,040 mg/l Calcium: 28 mg/l Magnesium: mg/l Carbonate: 264 mg/l Barium: mg/l 2,928 mg/l Bicarbonate: Strontium: mg/l Iron: 1.0 mg/l Sulfate: 48 mg/l

0.0 mg/l Manganese: Sodium: 3710 mg/l

Resistivity:

Specific Gravity: 1.005 grams/ml 6.00 pH (field):

11,021 ppm **Total Dissolved Solids:** degrees F Temperature:

mg/l CO2 in Water: Ionic Strength: 0.16

ohm-meters

mole % Mole % CO2 in Gas:

0.5 mg/l H2S in Water:

Dissolved Oxygen: ppm Ammonia: ppm

SI calculations based on Tomson-Oddo parameters

Calcite (CaCO3) SI	2.13	Calcite PTB:	24.3
Calcite (CaCO3) SI @ 100 F:	2.28	Calcite PTB @ 100 F	24.4
Calcite (CaCO3) SI @ 120 F :	2.49	Calcite PTB @ 120 F	24.4
Calcite (CaCO3) SI @ 140 F :	2.71	Calcite PTB @ 140 F	24.4
Calcite (CaCO3) SI @ 160 F	2.93	Calcite PTB @ 160 F	24.5
Calcite (CaCO3) SI @ 180 F :	3.17	Calcite PTB @ 180 F	24.5
Calcite (CaCO3) SI @ 200 F:	3.41	Calcite PTB @ 200 F	24.5
Gypsum (CaSO4) SI	-3.29	Gypsum PTB:	N/A
Barite (BaSO4) SI	N/A	Barite PTB	N/A
Celestite (SrSO4) SI	N/A	Celestite PTB:	N/A



Analysis Report

April 21, 2010

MARION ENERGY INC

2901 E, 20th street

SUITE 106

Farmington NM 87402

ATTN: Doug Endsley

Client Sample ID:

Alpine School District 6-17

Sample ID By:

Marion Energy

Date Sampled:

Apr 12, 2010

Sampler Company:

EIS

Date Received:

Apr 12, 2010

Sample Taken At:

Alpine School District 6-17

Page 1 of 1

Product Description:

WATER

Sample Taken By:

M. Serfustini

Time Received:

1305 1025

Time Sampled: Field - Temperature:

57 Deg. C

Comments:

Dissolved Metals Filtered at Lab Well Head Run Time 3 Hrs

SGS Minerals Sample ID: 782-1002133-002

DECILIT HAIT

METHOD

REPORTING		ANALYZED	
LIMIT	DATE	TIME	ANALYST
5.000	2010-04-16	08:15:00	CM

TESTS	RESULT	UNII	METHOD	LIMIT	DATE	T HATE	ANALISI
Oil and Grease, (HEM)	22	mg/L	EPA 1664	5.000	2010-04-16	08:15:00	СМ
Sulfate, SO4	<1	mg/L	EPA 300.0	1.000	2010-04-14	19:08:00	CM
Conductivity	9880	µmhos/cm	SM2510	0.100	2010-04-12	15:00:00	CM
pH	7.44	s. u.	SM4500-H	0.010	2010-04-12	14:52:00	CM
pH Temperature	22.00	°C	SM4500-H	0.010	2010-04-12	14:52:00	CM
Total Dissolved Solids		mg/L	SM2540-C	30.000	2010-04-13	13:30:00	CM
Total Suspended Solids	1466	mg/L	SM2540-D	5.000	2010-04-13	13:30:00	CM
Chloride, Cl	2538	mg/L	EPA 300.0	1.000	2010-04-14	19:08:00	CM
Alkalinity, mg CaCO3/L (pH 4.5)	1520	mg/L	SM2320-B	5.000	2010-04-14	12:00:00	CM
Carbonate Alkalinity as CaCO3	<5	mg/L	SM2320-B	5.000	2010-04-14	12:00:00	CM
Bicarbonate Alkalinity as CaCO3	1520	mg/L	SM2320-B	5.000	2010-04-14	12:00:00	CM
METALS BY ICP							
Barium, Ba - Dissolved	3.652	mg/L	EPA 200.7	0.002	2010-04-13	15:00:00	CM
Barium, Ba - Total	5.722	mg/L	EPA 200.7	0.002	2010-04-19	17:33:00	CM
Calcium, Ca - Dissolved	29.50	mg/L	EPA 200.7	0.030	2010-04-13	15:00:00	CM
Calcium, Ca - Total	50.27	mg/L	EPA 200.7	0.030	2010-04-19	17:33:00	CM
Iron, Fe - Dissolved	1.99	mg/L	EPA 200.7	0.030	2010-04-13	15:00:00	CM
Iron, Fe - Total	200.78	mg/L	EPA 200.7	0.050	2010-04-21	10:49:00	CM
Magnesium, Mg - Dissolved		mg/L	EPA 200.7	0.010	2010-04-13	15:00:00	CM
Magnesium, Mg - Total	13.84	mg/L	EPA 200.7	0.010	2010-04-19	17:33:00	CM

Allen Ludington Water Lab Supervisor

allen Ludington

SGS North America Inc.

Minerals Services Division

2035 North Airport Road Huntington t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.